

RUSH MOORE LLP

A LIMITED LIABILITY LAW PARTNERSHIP

Attorneys at Law

Offices in Honolulu, Maui and Kona

Honolulu Office: 737 Bishop Street, Suite 2400, Honolulu, Hawaii 96813 / Tel. (808) 521-0400 / Fax (808) 521-0597

Craig I. Nakanishi

Direct dial number: (808) 521-0518

Email: cnakanishi@rmhawaii.com

February 14, 2005

The Honorable Public Utilities Commission
of the State of Hawaii
Kekuanao'a Building, First Floor
465 South King Street
Honolulu, Hawaii 96813

PUBLIC UTILITIES
COMMISSION

2005 FEB 14 P 4:31

FILED

Re: Regulatory Schedule for Docket No. 05-0002

To the Honorable Public Utilities Commission of the State of Hawaii:

Tesoro Hawaii Corporation, a Hawaii corporation ("Tesoro Hawaii"), respectfully submits this letter in furtherance of the Public Utilities Commission of the State of Hawaii's ("Commission") investigation into the issues and requirements of Hawaii Revised Statutes Chapter 486H, as amended, and the goals and objectives listed in Docket No. 05-0002. Specifically, Tesoro Hawaii is providing comments to the Commission's Regulatory Schedule transmitted on February 7, 2005.

As stated in Tesoro Hawaii's letter to the Commission dated January 28, 2005, Tesoro Hawaii has a substantial interest to see that a sound record is developed in this proceeding. In order to accomplish these goals, Tesoro Hawaii believes that other entities should be made parties to this Docket or at a minimum, be required to answer information requests from the Commission either voluntarily or by subpoena. In addition, Tesoro Hawaii believes that the parties to this Docket should be allowed to review such information, to the extent that such information is not confidential, to ensure that the information presents a fair and accurate statement of the conditions of the petroleum industry and offer other information to give a balanced approach to the Docket.

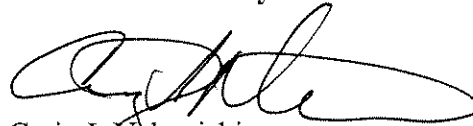
Further, Tesoro Hawaii believes that the parties should have the opportunity to submit information requests and otherwise conduct discovery with respect to the Consultant's Report. This discovery is important in order for Tesoro Hawaii as well as other parties in this Docket to submit meaningful position statements in this Docket. Without the ability to conduct discovery, the parties may not have the information necessary to be able to meaningfully state their positions and make meaningful recommendations for the Commission's considerations. This discovery can take place and conclude at around that same time that the public hearings conclude.

Finally, Tesoro Hawaii believes that it may be beneficial to the Commission if the parties are allowed to file reply statements of position to clarify the positions and the information provided in this Docket.

Thank you for the opportunity to submit comments to the Regulatory Schedule. Tesoro Hawaii believes that these steps can be accomplished in the time frame supplied by the Commission and would appreciate the opportunity to work with the Commission and the other parties in this Docket with respect to the Regulatory Schedule. Again, thank you for your time and consideration in this matter.

Sincerely,

RUSH MOORE LLP
A Limited Liability Law Partnership

A handwritten signature in black ink, appearing to read 'Craig I. Nakanishi', written over a horizontal line.

Craig I. Nakanishi
Attorney for
Tesoro Hawaii Corporation

cc: Division of Consumer Advocacy
Chevron U.S.A. Inc.
Shell Oil Company
Hawaii Petroleum Marketers Association

CERTIFICATE OF SERVICE

I hereby certify that on this date I have served a copy of the foregoing letter, together with this Certificate of Service, by hand delivery and/or by mailing a copy by United States mail, postage prepaid, to the following:

Department of Commerce and Consumer Affairs
Division of Consumer Advocacy
335 Merchant Street, Room 326
Honolulu, Hawaii 96813

Albert Chee, Jr.
Chevron USA
91-480 Malakole Street
Kapolei, Hawaii 96707

Clifford K. Higa, Esq.
Bruce Nakamura, Esq.
Kobayashi, Sugita & Goda
First Hawaiian Center
999 Bishop Street, Suite 2600
Honolulu, Hawaii 96813

Danny Batchelor
Senior Counsel
Shell Oil Company
P.O. Box 2463
Houston, Texas 77252-2463

Hawaii Petroleum Marketers Association
c/o Robert W. Fung, President
P.O. Box 500
Honolulu, Hawaii 96809

Kelly G. Laporte, Esq.
Marc E. Rousseau, Esq.
Cades Schutte LLP
1000 Bishop Street, Suite 1200
Honolulu, Hawaii 96813

Michael Lau, Esq.
Oshima Chun Fong & Chung LLP
Davies Pacific Center
841 Bishop Street, Suite 400
Honolulu, Hawaii 96813

DATED: Honolulu, Hawaii, February 14, 2005.

A handwritten signature in black ink, appearing to read "Craig L. Nakanishi", written over a horizontal line.

Craig L. Nakanishi
Attorney for
Tesoro Hawaii Corporation